

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6702
BILL NUMBER: SB 320

DATE PREPARED: Jan 29, 2001
BILL AMENDED:

SUBJECT: Lead Poisoning Prevention.

FISCAL ANALYST: Bernadette Bartlett
PHONE NUMBER: 232-9586

FUNDS AFFECTED: X **GENERAL**
 X **DEDICATED**
 FEDERAL

IMPACT: State

STATE IMPACT	FY 2001	FY 2002	FY 2003
State Revenues			
State Expenditures		250,000	250,000
Net Increase (Decrease)		(250,000)	(250,000)

Summary of Legislation: This bill amends restrictions on lead-based paint activities. It sets the times for expiration and renewal of lead-based paint activities licenses, adjusts training requirements for licensure, provides for the issuance of licenses for clearance examiners, and prohibits the use of certain methods to remove lead-based paint. The bill establishes the position of lead-safe ombudsman.

Effective Date: July 1, 2001.

Explanation of State Expenditures: Expanding the issuance period of all disciplines of lead-based paint activity licenses from a one-year period to a two-year period may have a minimal fiscal impact on the Department of Environmental Management (IDEM). The application/renewal fees range from \$50-\$150, depending on the discipline. The fee revenue is deposited into the Lead Trust Fund. IC 13-17-14-6(f) provides that money in the fund must be used to pay expenses of administering the program and to cover other costs related to implementation of 40 CFR 745 for lead-based activities in target housing and child-occupied facilities. The fee covers the cost of administering the licensing program. Expanding the issuance period from a one-year to a two-year period may result in less money being available to cover costs related to implementation of 40 CFR 745.

IDEM will have to add the discipline of clearance examiners to rules pertaining to lead-based paint activity licences. Additional costs associated with rulemaking could be absorbed given the current IDEM budget.

If the proposal does not result in a significant increase in the number of jobs that require a lead-based paint activities license, the provisions would not have a significant fiscal impact on IDEM in terms of licensing. However, the enforcement of the requirements will have an impact on IDEM. *Additional information will be provided if it becomes available.*

The bill creates the position of lead-safe ombudsman to serve as the lead-safe interagency coordinator to ensure that children are afforded full opportunities with respect to lead-safe programs offered by the federal government; IDEM; the State Department of Health; the Indiana Housing Finance Authority; and the Family and Social Services Administration. The ombudsman would also be responsible for tracking progress toward reaching the goal of eliminating lead poisoning by 2010. The bill appropriates annually to the Family and Social Services Administration \$250,000 from the State General Fund, including \$200,000 for personnel services to establish the position of lead-safe ombudsman. This provision expires June 30, 2004.

Explanation of State Revenues: Expanding the issuance period of all disciplines of lead-based paint activity licenses from a one-year period to a two-year period may reduce revenues collected by a minimal amount. Application/renewal fees range from \$50-\$150. The fee revenue is deposited in the Lead Trust Fund. For FY 1999, \$14,050 was deposited in the fund with \$5,400 deposited in FY 2000.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of Environmental Management and the Family and Social Services Administration.

Local Agencies Affected:

Information Sources: Family and Social Services Administration ; and Erika Seydel Cheney, Director of the Office of Business and Legislative Relations, IDEM, (317) 232-8598.